

Message Text

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43

ACTION AF-18

INFO OCT-01 ISO-00 AID-20 CIAE-00 COME-00 EB-11 FRB-02

INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 SP-03

CIEP-02 LAB-06 SIL-01 OMB-01 NSC-07 SS-20 STR-08

CEA-02 L-03 H-03 DRC-01 IGA-02 /141 W

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R 041608Z JUN 74

FM AMEMBASSY CONAKRY

TO SECSTATE WASHDC 9834

LIMITED OFFICIAL USE CONAKRY 0824

E.O. 11652: N/A

TAGS : EMIN GV

SUBJECT : BAUXITE - CBG LOAN

REF: (A) CONAKRY 617

(B) CONAKRY 754

1. CBG OFFICIAL INFORMED EMBOFF THAT GUINEAN GOVERNMENT SIGNED PAPERS ON MAY 31 AGREEING TO LOAN OF 60 MILLION DOLLARS FROM SEVERAL US BANKS TO CBG. 40 MILLION DOLLARS WILL BE USED BY CBG AS OPERATING CAPITAL AND 20 MILLION DOLLARS WILL BE PAID TO THE GUINEAN GOVERNMENT AS ADVANCE TAXES. CBG PRESIDENT FAWCETT REPORTEDLY SIGNED FOR PRIVATE PARTNERS ON JUNE 3 OR 4 IN US. LOCAL CBG OFFICIAL DID NOT HAVE DETAILS ON LRMS OF LOAN, PARTICIPATING BANKS, NOR EXACT NATURE OF AGREEMENT BETWEEN GUINEANS AND PRIVATE PARTNERS.

2. COMMENT: IN PAST, GOG HAS OPPOSED PROPOSALS FOR 40 MILLION DOLLAR OPERATING CAPITAL LOAN (REF A). GUINEAN POSITION HAS BEEN THAT ADDITIONAL INDEBTEDNESS WOULD SIMPLY POSTPONE ARRIVAL AT PROFIT-MAKING STAGE. AT PRESENT TIME, HOWEVER, GOG HAS ESPECIALLY ACUTE NEED FOR FOREIGN EXCHANGE, WHICH IT IS SEEKING FROM VAREITY OF SOURCES (REF B) INCLUDING EVEN

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TAXES ON PURCHASES BY FOREIGN DIPLOMATS. PAYMENT OF 20

MILLION DOLLARS ADVANCE TAXES APPARENTLY WAS THE GUINEAN PRICE
FOR AGREEING TO LOAN. THE OTHER 40 MILLION DOLLARS WILL COVER CBG
LOSSES BEING INCURRED DURING PRESENT SHAKEDOWN PERIOD.

3. WOULD APPRECIATE ANY ADDITIONAL INFORMATION DEPT MAY DEVELOP,
PARTICULARLY REGARDING TERMS OF AGREEMENT BETWEEN GUINEANS
AND PRIVATE PARTNERS.

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BAUXITE, LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 04 JUN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: cunninfx
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974CONAKR00824
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740142-0959
From: CONAKRY
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740678/aaaacpfo.tel
Line Count: 69
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION AF
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: (A) CONAKRY 617
Review Action: RELEASED, APPROVED
Review Authority: cunninfx
Review Comment: n/a
Review Content Flags:
Review Date: 29 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <29 AUG 2002 by WorrelSW>; APPROVED <13 FEB 2003 by cunninfx>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: : BAUXITE - CBG LOAN
TAGS: EMIN, GV, US, CBG
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005